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| <br>RECEIVED     |
| FEDERAL ELECTION |
| MOISSIMMING      |

| 2           | BEFORE THE FEDERAL ELECTION COMMISSIQNETARIAT.   |                           |                                    |                             |  |  |
|-------------|--|---------------------------|------------------------------------|-----------------------------|--|--|
| 3           | In the Matter of   |                           |                                    | 2003 NOV 28: P 3: 09        |  |  |
| 4<br>5<br>6 |  | Michael Mass              | )<br>)<br>)                        | MUR 4818                    |  |  |
| 7<br>8<br>9 |  |                           | GENERAL COUNSEL'S REP              | ORT #11 SENSITIVI           |  |  |
| 10          | I.   | ACTIONS RECOMM            | <u>MENDED</u>                      |                             |  |  |
| 11          |  | Accept the attached co    | nciliation agreement.              |                             |  |  |
| 12          | II.  | <b>BACKGROUND</b>         |                                    | •                           |  |  |
| 13          |  | MUR 4818 arose from       | a complaint alleging that Walt R   | oberts and Walt Roberts for |  |  |
| 14          | Congress (the "Committee") knowingly and willfully violated 2 U.S.C. § 441a(f). Through this     |                           |                                    |                             |  |  |
| 15          | Office's investigation, we discovered that Gene Stipe was at the center of multiple schemes that |                           |                                    |                             |  |  |
| 16          | transferred funds from Stipe into the Committee, while hiding Stipe as the true source of the    |                           |                                    |                             |  |  |
| 17          | contributions. One scheme included recruiting intermediaries, such as Michael Mass, to whom      |                           |                                    |                             |  |  |
| 18          | Stipe gave thousands of dollars. Mass then funneled Stipe's money to straw contributors so as to |                           |                                    |                             |  |  |
| 19          | make the contributions appear as if they were legitimate.  |                           |                                    |                             |  |  |
| 20          |  | On October 9, 2003, th    | he Commission found reason to b    | elieve that Michael Mass    |  |  |
| 21          | knowingly and willfully violated 2 U.S.C. § 441f by assisting Stipe in making contributions in   |                           |                                    |                             |  |  |
| 22          | the r  | name of another and enter | ed pre-probable cause conciliation | n.¹                         |  |  |
| 23          | III.   | DISCUSSION                |                                    | •                           |  |  |
| 24          |  |                           |                                    |                             |  |  |
| 25          |  |                           | ·                                  |                             |  |  |
| 26          |  |                           |                                    |                             |  |  |

<sup>&</sup>lt;sup>1</sup> The Commission also entered both pre-probable cause conciliation and probable cause conciliation with several other respondents. Those negotiations are ongoing.

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IV.

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| RECOMMENDATIONS                             |  |
| 1. Accept the attached conciliation agreeme | ent with Michael Mass.                                       |
| 2. Close the file as to Michael Mass.       |  |
| 3. Approve the appropriate letter.          |  |
|   | Lawrence H. Norton<br>General Counsel                        |
|   | Rhonda J. Vosdingh Associate General Counsel for Enforcement |
| 8/2003                                      | BY: Jonathan A. Bernstein Assistant General Counsel          |
|   | Mayor Jolson  Margaret J. Toalson                            |
|   | Attorney   |
| * Aug. Sec                                  |  |

Daniel G. Pinegar

Attorney

Attachment:

1. Conciliation Agreement and Check